Postal Regulatory Commission
Submitted 5/10/2013 1:23:55 PM
Filing ID: 86953
Accepted 5/10/2013

POSTAL REGULATORY COMMISSION
901 New York Avenue, NW
Suite 200
Washington, D.C. 20268-0001

FORM 8-K

CURRENT REPORT
Pursuant To Section 13 or 15(d) of
The Securities Exchange Act of 1934
and Section 3654 of
The Postal Accountability and Enhancement Act of 2006

Date of Report (Date of earliest event reported): May 10, 2013

United States Postal Service

(Exact name of registrant as specified in its charter)

n/a	**n/a**	41-076000
(State or other jurisdiction of incorporation or organization)	(Commission File Number)	(I.R.S. Employer Identification No.)

475 L'Enfant Plaza, SW Washington, D.C.	20260
(Address of principal executive offices)	(Zip Code)

202-268-2000
(Registrant's telephone number, including area code)

n/a
(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

☐ Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)

☐ Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)

☐ Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))

☐ Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Item 2.02. Results of Operations and Financial Condition.

On May 10, 2013, the United States Postal Service announced financial results for the period ended on March 31, 2013. Attached hereto are a press release and certain supplemental information setting forth those financial results.

Item 9.01. Financial Statements and Exhibits.

(d) Exhibits.

Exhibit 99.1	Press release issued on May 10, 2013 regarding financial results for the period ended on March 31, 2013.
Exhibit 99.2	Supplemental Information.

Signatures

Pursuant to the requirements of the Postal Accountability and Enhancement Act of 2006, the Postal Service has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

United States Postal Service
(Registrant)

By: Tim O'Reilly
(Signature)
Timothy O'Reilly
Vice President, Controller

Date: May 16, 2013

Exhibit 99.1

(See attached)

UNITED STATES POSTAL SERVICE®

POSTAL NEWS

FOR IMMEDIATE RELEASE
May 10, 2013

Contact: David Partenheimer
david.a.partenheimer@usps.gov
202.268.2599
usps.com/news
Release No. 13-50

Second Quarter $1.9 Billion Loss Highlights Continued Urgent Need for Comprehensive Legislation

- *New Services & Successful Marketing Continue to Fuel Package Growth*
- *Career Workforce Reduced by 25,000 in Second Quarter*
- *Updated Five-Year Plan Returns USPS to Solvency Only if Congress Acts*

WASHINGTON — The U.S. Postal Service ended the second quarter of its 2013 fiscal year (Jan. 1 – March 31) with a net loss of $1.9 billion. The Postal Service continues to grow revenue and reduce expenses by using the tools available to it under existing law. However, without passage of comprehensive legislation to provide the Postal Service with a workable business model for today's marketplace, large quarterly financial losses will continue.

"To return the Postal Service to solvency requires a comprehensive approach, which is reflected in our updated Five-Year Business Plan," said Postmaster General and CEO Patrick Donahoe. "The plan provides an achievable roadmap to restore financial stability and preserve affordable mail service for the American public. The major elements of the plan must be pursued and executed within a short window of opportunity to avoid unsustainable losses and potentially becoming a long-term burden to the American taxpayer."

The Postal Service needs to save $20 billion annually by 2016. Many of the savings cannot be achieved without the following legislative action:

- Require a USPS Health Care Plan (resolves the Retiree Health Plan prepayment issue)
- Refund the FERS overpayment and adjust the FERS payment schedule
- Adjust delivery frequency (six-day package/five-day mail delivery)
- Streamline the governance model
- Allow USPS the authority to expand products and services
- Require a defined contribution retirement plan for future postal employees
- Provide instructions to arbitrators to consider USPS's financial condition in interest arbitration awards
- Reform workers' compensation

The Postal Service has already reached its debt limit of $15 billion. It also has defaulted on $11.1 billion due for retiree health benefits in 2012 and also expects to default on an additional $5.6 billion on September 30, 2013. In addition, the Postal Service owes an estimated $17 billion on future workers' compensation claims. "These obligations of nearly $50 billion and continuing losses highlight the need for immediate legislative reform to give us the latitude to execute on our Five-Year Plan and improve our ability to repay these obligations and return to profitability," said Chief Financial Officer Joe Corbett.

Corbett says the plan also requires aggressive actions to increase operational efficiency and improve the Postal Service's liquidity position, including the accelerated consolidation of mail processing, retail and delivery networks in order to better align them with mail volumes and changing customer needs and continued administrative reductions.

The Postal Service also continues to reduce costs by reducing work hours. In the second quarter, work hours were reduced by approximately 7 million hours, a 2.4 percent reduction compared to the same period last year. "Even with a 6.2 percent volume increase in Shipping and Packages compared to the same period last year, we were able to reduce these work hours to increase efficiency," Corbett added, noting that work hour reductions have been the single largest contributor to the ongoing achievement of savings targets.

The number of career employees decreased by approximately 25,000 in the second quarter and by 46,000 in the last year. These reductions have been accomplished primarily through attrition and separation incentives. The Postal Service now has the lowest number of career employees since 1966.

Second Quarter Results of Operations Compared to Same Period Last Year

- Total mail volume of 38.8 billion pieces compared to 39.4 billion pieces
  - First-Class Mail revenue declined 2.7 percent on a volume decline of 4.1 percent
  - Standard Mail revenue increased 2.4 percent on a volume increase of 1.0 percent
  - Shipping and Package revenue increased 9.3 percent on a volume increase of 6.2 percent
- Operating revenue of $16.3 billion, an increase of $121 million or 0.7 percent. The slight increase is attributable to the strong growth in Postal Service Shipping and Packages business supplemented by a modest increase in Standard Mail revenue, offset by the decline in First-Class Mail.
- Operating expenses of $18.2 billion compared to $19.4 billion, a decrease of 6.2 percent. The large decrease reflects last year's accrual for the additional retiree health benefit prefunding payment and reduced 2013 work hours.

While the continuing shift to electronic communication alternatives had a pronounced negative effect on First-Class Mail volume and revenue, the growth of e-commerce and successful marketing campaigns continued to grow Postal Service Shipping and Package business. Total Shipping and Packages revenue in the second quarter increased $267 million, or 9.3 percent, compared to the same period last year. For the six months ended March 31, Shipping and Package revenue is up 6.9 percent. The increases are reflective of successful efforts to take advantage of the growing area of shipping and packages and compete in the ground shipping services and "last-mile" e-commerce fulfillment markets.

Standard (Advertising) Mail revenue in the second quarter increased over the same quarter in the previous year, the second consecutive quarter of growth. Standard Mail revenues were $96 million, or 2.4 percent, greater in the second quarter compared to the same time last year. The year-to-date revenue increase totals 2.8 percent, on a volume increase of 2.4 percent. The year-to-date increase is largely attributable to political and election mail in the first quarter. Promotional incentives for advertisers introduced in the second quarter designed to promote the integration of mobile technologies into marketers' direct mail pieces are expected to further boost Standard Mail revenue later in the fiscal year.

First-Class Mail revenue, the Postal Service's most profitable service category, decreased $198 million, or 2.7 percent, in the second quarter compared to the same period last year, with a volume decrease of 713 million pieces, or 4.1 percent. The most significant factor contributing to the ongoing decline continues to be the migration toward electronic communication and transactional alternatives.

Complete financial results are available in the Form 10-Q, available after 10 a.m. ET today at http://about.usps.com/who-we-are/financials/welcome.htm

Financial Briefing Today

Postmaster General & CEO Patrick R. Donahoe and Chief Financial Officer Joe Corbett will host a telephone/web conference call at 11:00 a.m. ET today (May 10) to discuss the financial results. The call is open to the news media and all other interested parties.

To attend by phone with audio only, dial 866-966-6305 (meeting ID: 2207587).

To attend the web conference and join with audio:

1. Browse to *http://meetingplace4.usps.gov/join.asp?2207587*
2. After the MeetingPlace window is open, click the Phone icon (Under the Participant List or in the upper right-hand corner).
3. Click Connect Me, validate or update your phone number and click Connect Me again.
4. When the system calls you, press 1 to join.

The briefing will also be available on live audio webcast (listen only) at:
http://about.usps.com/news/electronic-press-kits/cfo/welcome.htm

The Postal Service receives no tax dollars for operating expenses and relies on the sale of postage, products and services to fund its operations.

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For reporters interested in speaking with a regional Postal Service public relations professional, please go to *http://about.usps.com/news/media-contacts/usps-local-media-contacts.pdf.*

A self-supporting government enterprise, the U.S. Postal Service is the only delivery service that reaches every address in the nation: 152 million residences, businesses and Post Office Boxes. The Postal Service receives no tax dollars for operating expenses and relies on the sale of postage, products and services to fund its operations. With more than 31,000 retail locations and the most frequently visited website in the federal government, *usps.com*, the Postal Service has annual revenue of more than $65 billion and delivers nearly 40 percent of the world's mail. If it were a private-sector company, the U.S. Postal Service would rank 42nd in the 2012 Fortune 500. The Postal Service has been named the Most Trusted Government Agency for seven years and the fourth Most Trusted Business in the nation by the Ponemon Institute.

Follow the Postal Service on www.twitter.com/USPS and at www.facebook.com/USPS.

Exhibit 99.2

(See attached)

UNITED STATES
POSTAL SERVICE ®

Financial Results
Quarter 2 of Fiscal Year 2013

Open Board Session

May 10, 2013

UNITED STATES POSTAL SERVICE ®

Financial Results

Quarter 2 (3 Months) (Billions)	FY 2013	FY 2012
Revenue	$16.4	$16.2
Expenses *	16.4	16.6
Separation Incentive Costs	0.3	-
Operating Income (Loss)*	(0.3)	(0.4)
Retiree Health Benefits Pre-Funding	(1.4)	(3.1)
Workers' Comp. Fair Value Adj.	0.2	0.6
Workers' Comp. Other Non-Cash Adj.	(0.4)	(0.3)
Net Income (Loss)	($1.9)	($3.2)
Volume (pieces)	38.8	39.4

* Before RHB pre-funding and non-cash adjustments to workers' compensation liabilities.

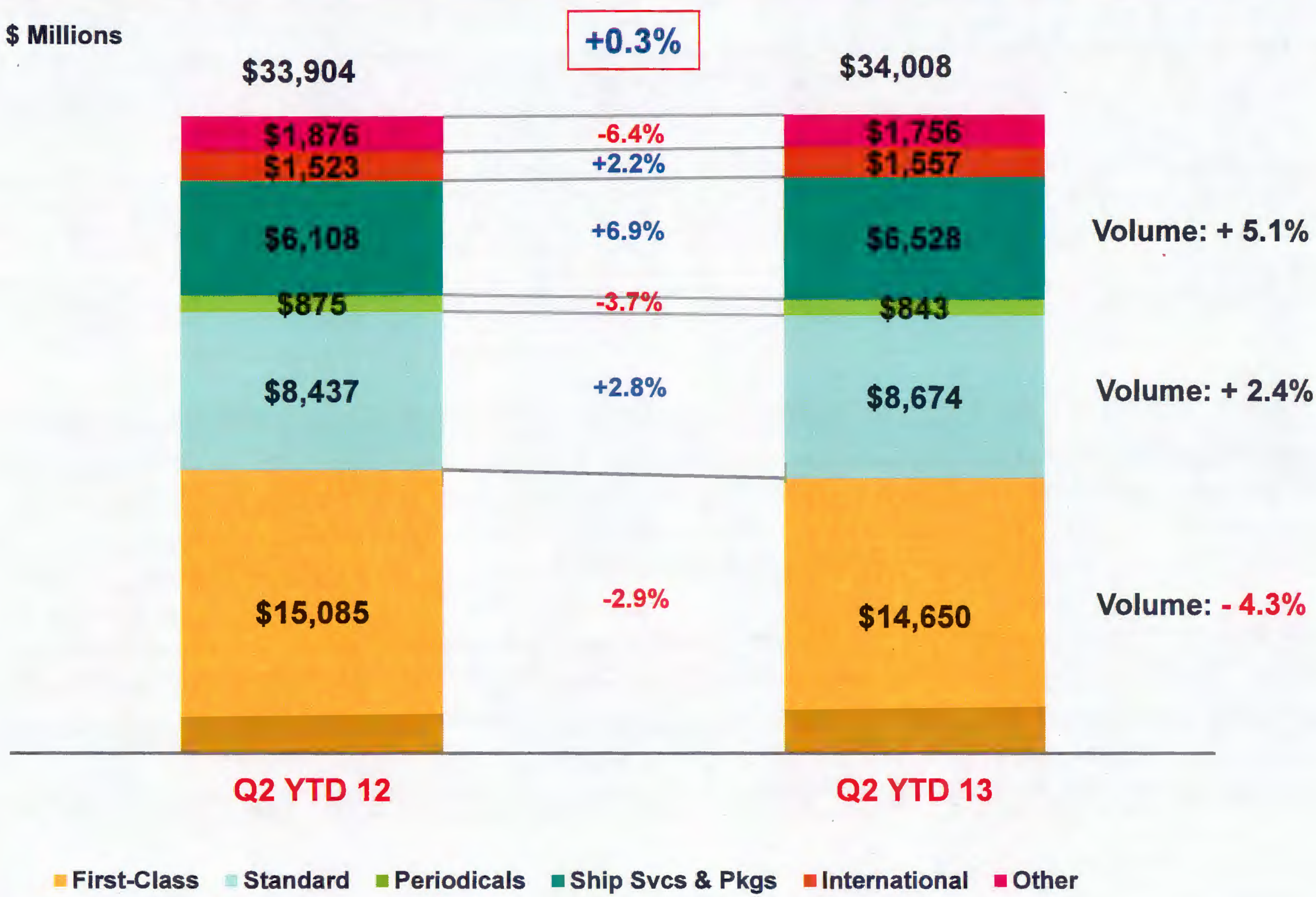
UNITED STATES POSTAL SERVICE ®

Financial Results

Quarter 2 YTD (6 Months) (Billions)	FY 2013	FY 2012
Revenue	**$34.0**	**$33.9**
Expenses *	33.9	34.1
Separation Incentive Costs	0.3	-
Operating Income (Loss)*	(0.2)	(0.2)
Retiree Health Benefits Pre-Funding	(2.8)	(6.1)
Workers' Comp. Fair Value Adj.	0.5	0.5
Workers' Comp. Other Non-Cash Adj.	(0.6)	(0.7)
Net Income (Loss)	($3.1)	($6.5)
Liquidity Days (of Oper. Cash)	9	10
Volume (pieces)	**82.3**	**82.9**

* Before RHB pre-funding and non-cash adjustments to workers' compensation liabilities.

Operating Revenue
Q2 YTD 12 vs. Q2 YTD 13



UNITED STATES POSTAL SERVICE ®

Financial Results

Quarter 2 YTD (6 Months) (Billions)	FY 2013	FY 2012
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Expenses *	33.9	34.1
Separation Incentive Costs	0.3	-
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Retiree Health Benefits Pre-Funding	(2.8)	(6.1)
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Volume (pieces)	82.3	82.9

* Before RHB pre-funding and non-cash adjustments to workers' compensation liabilities.

UNITED STATES POSTAL SERVICE ®

Operating Expenses

Quarter 2 YTD - 6 months (Billions)	FY 2013	FY 2012
Compensation	$18.2	18.4
Benefits	7.7	7.7
Transportation	3.5	3.4
Depreciation	1.0	1.1
Supplies & Services	1.1	1.1
Rent, Utilities & Other	2.4	2.4
Operating Expenses *	$33.9	34.1
Workhours (Millions)	561	569

* Before RHB pre-funding and non-cash adjustments to workers' compensation liabilities.

Financial Results

Quarter 2 YTD (6 Months) (Billions)	FY 2013	FY 2012
Revenue	$34.0	$33.9
Expenses *	33.9	34.1
Separation Incentive Costs	0.3	-
Operating Income (Loss)*	(0.2)	(0.2)
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2012 & 2013 Liquidity Days of Operating Cash on Hand

No Retiree Health Benefits Pre-Funding included ($11.1B in 2012 and $5.6 B in 2013)

- **Liquidity includes unrestricted cash plus available borrowing, up to $15B limit**
- **Days of Operating Cash – based on average operating costs disbursed per day ~$265M**

Mid-October Balances shown - Low points after annual Workers' Compensation payments to DOL